

1 S.179

2 Introduced by Senators Hooker, Campion, Collamore, Ingram, Lyons,
3 McCormack and Sears

4 Referred to Committee on

5 Date:

6 Subject: Taxation; property taxation; homestead property tax income
7 sensitivity adjustment

8 Statement of purpose of bill as introduced: This bill proposes to increase
9 parity between employees and self-employed persons in terms of how
10 contributions to tax-deferred retirement programs affect eligibility for the
11 homestead property tax income sensitivity adjustment or renter rebate.

12 An act relating to the calculation of income for purposes of the homestead
13 property tax income sensitivity adjustment and renter rebate

14 It is hereby enacted by the General Assembly of the State of Vermont:

15 Sec. 1. 32 V.S.A. § 6061(5) is amended to read:

16 (5) “Modified adjusted gross income” means “federal adjusted gross
17 income”:

18 * * *

19 (D) Without the inclusion of adjustments to total income except
20 certain business expenses of reservists, one-half of self-employment tax paid,

1 alimony paid, deductions for tuition and fees, health insurance costs of self-
2 employed individuals, ~~and~~ health savings account deductions, deductions for
3 self-employed SEP, SIMPLE, and qualified plans, and contributions to a
4 Traditional IRA made by an individual who does not participate in an
5 employer sponsored retirement plan.

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7 Sec. 2. EFFECTIVE DATE

8 This act shall take effect on July 1, 2020 and apply to income sensitivity
9 adjustments calculated after that date.